

POOLED MONEY INVESTMENT BOARD

OF THE STATE OF CALIFORNIA

RESOLUTION NO. 2009 - 2

Resolution Calling Registered Warrants

For Optional Redemption Prior to Maturity

WHEREAS, the Controller of the State of California (the "Controller") has advised the Pooled Money Investment Board (the "Board") that the Controller has drawn or will draw warrants upon the Treasurer of the State of California (the "Treasurer"), in the aggregate principal amount of up to \$4.7 billion between July 2, 2009 and September 3, 2009 payable out of the General Fund of the State of California (the "State") in an amount in excess of the balance remaining in the unapplied money in the General Fund (after first deducting from the unapplied money the amount, as estimated by the Controller, that was required by law to be earmarked, reserved, or set apart from the unapplied money for the payment of obligations of the State having priority over the obligations to which the warrants were applicable) pursuant to Section 17221 of the Government Code of the State (collectively, the "registered warrants"); and

WHEREAS, on July 2, 2009, the Board fixed the rate of interest to accrue on the registered warrants pursuant to Section 17222 of the Government Code of the State and approved October 2, 2009 as the maturity date of the registered warrants; and

WHEREAS, Section 17221.5, subdivision (b), of the Government Code of the State provides that the registered warrants may be redeemed at the option of the Board prior to the maturity date of the registered warrants at a redemption price not to exceed the principal amount of the registered warrants plus the amount of interest thereon, calculated as of the date when the Board calls for the redemption; and

WHEREAS, the Controller has advised the Board that the State is expected to have sufficient unapplied money in the General Fund to redeem the registered warrants prior to their stated maturity date; and

WHEREAS, to the extent there is in the General Fund sufficient unapplied money to pay the redemption price of a registered warrant on September 4, 2009, the registered warrant will cease to bear interest on September 4, 2009; and

WHEREAS, Section 17221.5(b) of the Government Code of the State provides that the Treasurer shall pay the registered warrants so called for redemption from any unapplied money in the General Fund that is available on the redemption date;

NOW, THEREFORE, BE IT RESOLVED by the Board as follows:

Section 1. The Board hereby calls for optional redemption on September 4, 2009 (prior to maturity), each of the registered warrants of the State numbered as follows:

90-000051 to 90-000250

91-000051 to 91-017500

92-000051 to 92-092000

93-000051 to 93-070000

94-000051 to 94-023000

95-000051 to 95-265000

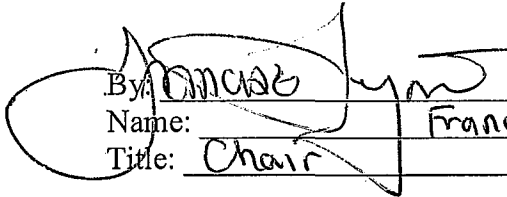
at a redemption price equal to the principal amount of the registered warrant plus accrued interest thereon to September 4, 2009.

Section 2. This Resolution shall take effect immediately.


IN WITNESS WHEREOF, the following members of the Board, constituting a quorum and meeting in regular session after due notice of the meeting was given in writing to the public and each member of the Board, subscribe their names to evidence their adoption of this Resolution.

Dated: August 21, 2009

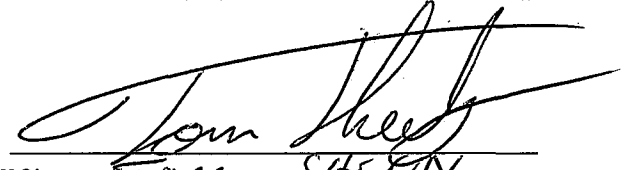
BILL LOCKYER,
Treasurer of the State of California

By: 
Name: Francisca Lujano
Title: Chair

JOHN CHIANG,
Controller of the State of California

By: 
Name: Rick Chivaro
Title: Chief Counsel

MICHAEL C. GENEST,
Director of Finance of the State of California

By: 
Name: TOM STEFFY
Title: CHIEF DEPUTY DIRECTOR OF FINANCE
8/24/09